REPORT OF THE LOTTERY OVERSIGHT SUBCOMMITTEE OF THE ARKANSAS LEGISLATIVE COUNCIL

December 15, 2023

Senator Rice and Representative Wardlaw:

The Lottery Oversight Subcommittee met Monday, December 11, 2023, at 2:30 pm, in Committee Room B-MAC, Little Rock, Arkansas.

The Subcommittee heard testimony regarding the following items:

- 1. An update of the Office of the Arkansas Lottery Activities and Operations; and
- 2. Recommendations for the Arkansas Academic Challenge Scholarship Program, with testimony from Mr. Nick Fuller, Deputy Director, Arkansas Division of Higher Education.

Senator Jimmy Hickey, Jr. made a motion to amend the Lottery Oversight Subcommittee's annual report to the Arkansas Legislative Council, to remove Camelot Global Services as a term contract. The motion was seconded by Representative Carol Dalby and carried by voicevote.

Representative Cindy Crawford made a motion to adopt the Lottery Oversight Subcommittee's annual report as amended. The motion was seconded by Senator Jimmy Hickey, Jr. and carried by voice-vote. The final report is attached.

Respectfully submitted, Senator Ronald Caldwell and Representative Mindy McAlindon

ARKANSAS LEGISLATIVE COUNCIL

Senator Ronald Caldwell Co-Chair



Representative Mindy McAlindon Co-Chair

ARKANSAS LOTTERY OVERSIGHT SUBCOMMITTEE

December 15, 2023

The Honorable Terry Rice, Co-Chair The Honorable Jeff Wardlaw, Co-Chair Arkansas Legislative Council 315 State Capitol Little Rock, AR 72201

Dear Senator Rice and Representative Wardlaw:

As Chairs of the Arkansas Lottery Oversight Subcommittee of the Arkansas Legislative Council, in compliance with ACA §§ 6-85-220 (b) and 23-115-1101 (b), we wish to inform you that our Subcommittee met four times during the 2023 calendar year and reports the following findings and recommendations:

- The Arkansas Lottery Oversight Subcommittee should continue to provide oversight to the operations and activities of the Department of Finance & Administration Office of the Arkansas Lottery;
- The Arkansas Lottery Oversight Subcommittee should continue to review the Department of Finance & Administration Office of the Arkansas Lottery's implementation of Scientific Games, Inc. and Intralot, Inc. term contracts; and
- The Arkansas Lottery Oversight Subcommittee should continue to monitor the funds available to guarantee the Arkansas Academic Challenge Scholarship and Workforce Challenge Scholarship remains solvent within its parameters.

Please do not hesitate to contact us if you have any questions concerning this report.

Respectfully submitted,

Senator Ronald Caldwell

Representative Mindy McAlindon